2-23- JP

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES

DIVISION OF OIL, GAS AND MINING 1594 West North Temple - Suite 1210

Box 145801 Salt Lake City, Utah 84114-5801 Telephone: (801) 538-5291

Fax: (801) 359-3940

ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

I. General Information

- 1. Report Time Period: From (mo./yr.) 01/2003 To (mo./yr.) 12/2003
- 2. File Number (Mine No): M 31 0003
- 3. Mine Name: Deer Trail Unico

Mineral(s) Mined (or permitted to mine): Au-Ag-Pb-Zn-Cu and other metals

- 5. Type of mine: Underground Mine
- 6. Legal Description (Location of Lands Affected):

NW 1/4, Section 18 Township 28S, Range 3W

NE 1/4, Section 13 Township 28S, Range 4W

SW 1/4, Section 12, Township28S, Range 4W

SW 1/4 and SE 1/4, Sec. 12 and SE1/4, Sec. 11, Township 28S, Range 4W

- 7. Name of Operator or Company: Unico Incorporated
- 8. Permanent Street Address: 6475 Grandview Ave. P.O. Box 777

City, State, Zip: Magalia, CA 95954

Phone: 530-873-4394 Fax: 801-796-0257

9. Company Representative (or designated operator):

Name: W. Dan Proctor

Title: Project Mgr.

Business Address: 951 East 830 South

City, State, Zip: Pleasant Grove, Utah 84062

Phone: 801-785-1115 Fax: 801-796-0257

 \square Please check if any of the above information has changed since previous year.

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DIV. OF OIL, GAS & MINITED

II. Mining and Reclamation

- 1. Was there any mine related activity during the past year? Yes
- 2. If no what was the last year of activity?
- 3. If yes how much ore or mineral was mined? Less than 1,000 tons

- Briefly describe the type of work performed, volume of material moved, and any new or additional surface disturbances that occurred during the past year.
 Less than 1,000 tons of dump material was screened and transported to the mill site
- 5. How much additional acreage was disturbed during the past year? 0
- 6. How much acreage was **reclaimed** during the past year? 1/2
- Briefly describe the reclamation work performed during the past year. This description should include methods employed, and an evaluation of the results.
 1/2 acre was signed-off on by the BLM, the ½ acre site was ripped and seeded 2 years ago, and was completely re-vegetated this year.
- 8. What is the total disturbed acreage of entire project at years end? 10 (mine/ mill site)
- 9. Briefly summarize any mining and/or reclamation plans for the upcoming year.

 Dumps will continue to be screened and transported to the mill for processing. Start to remove old mill tailings and transport to mill for processing. Work underground via the PTH Tunnel will resume and be sent to the mill for processing. Reclamation is not planned.

NOTE: Section III., "Additional Information" applies only to large mining operations.

III. Additional Information - R647-4-121.2 and .3

- 1. The operator shall include an updated map depicting surface disturbance and reclamation performed during the year, prepared in accordance with Rule R647-4-105.
- 2. The operator shall keep and maintain timely records relating to his performance under the Act, and shall make these records available to the Division upon request.

IV. Signature Requirement

I hereby certify that the foregoing is true and correct.

Name (Typed or Print): W. Dan Proctor

Title of Operator: Project Manager

Signature of Operator: \(\square\)

Date: January 30, 2004

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